

Potential areas of consensus

Overall: Both Committees share a strong commitment to the goals of AB32 including achieving the maximum technologically feasible and cost-effective GHG reductions, air pollution co-benefits for California including EJ communities, promoting innovation, and economic benefits for California.

Broad efforts necessary to address Climate Change require a variety of approaches:

1. performance standards,
2. a price on carbon,
3. targeted incentives

Direct measures for electric and transportation sectors recommendations:

- cleaner cars and trucks (ETAAC 3E, passenger vehicles included in Proposed Scoping Plan (PSP) p.38 but not heavy duty),
- land use transportation measures (ETAAC 3A, in PSP p.51,
- more ambitious land use targets as suggested by several Board members)
- PAYD (ETAAC 3B, passing mention in PSP p.49 – under consideration by CDI)
- 33% RPS including necessary infrastructure investments (ETAAC 5C, in PSP p.44), and an increase in ratepayer protections for the poor to offset increased costs of power, food, and water.
- PV solar (ETAAC 4D, PSP passing mention – p45)

Financial incentives:

- clean air/clean transportation incentives (ETAAC 3H - not in PSP)
- on-bill financing, municipal assessment districts (ETAAC 2 F & 2G –in PSP?)

Industry:

- Combustion equipment standards (ETAAC 5-G) (not in PSP),
- govt/industry partnerships (ETAAC 5-H) (not in PSP),
- CHP (ETAAC 5-C),
- technology demonstration programs (ETAAC 5-I),
- cement plant energy efficiency and refinery energy efficiency (ETAAC 5-A) (not in PSP)

Recycling:

- Mandatory commercial recycling (ETAAC 4K, mandatory commercial recycling under consideration in PSP based on Nov 20-21 Board mtg)

Water:

- loading order for water (ETAAC chapter 8, efficiency programs pp.65-66 may accomplish the same end goal)

Use of carbon value:

- Investment in GHG reductions,
- Direct air quality improvements in EJ and other communities,
- RD&D will advance a number of important AB32 goals. (ETAAC 2-A, 3-H, 9-D, identified but not prioritized in PSP)), however sole source contracts or contracts which return revenue to the fossil fuel industry and excluded.
- Free distribution of the carbon value to incumbent producers by “right”, i.e. grandfathering, is inefficient, discourages early action, and innovation. (ETAAC 9-C, not in PSP)